



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

October 26, 1987

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Marshall Pipe & Supply Company
13423 Forestway Drive
Dallas, TX 75240

Attn: J. W. Marshall

Re: Speight #1-I
Section 22, T2S, R29E
Roosevelt County, NM

Gentlemen:

It was called to my attention today that you had commenced drilling the above-referenced well without having received approval of a permit to drill. Drilling permits are approved by the district office and our Rule 102 requires that you have an approved copy of the permit to drill at the well site during drilling operations.

However, it is noted that you did make application and receive approval of your unorthodox location for this well from our Santa Fe office, and it appears that all your Form C-101's were submitted with your NSL application to our Santa Fe office. I checked with them today and they will forward the C-101 forms to this office for approval.

This is to advise that you are not to commence drilling of any well without an approved copy of Form C-101, and that any future violations of this nature will be subject to \$1000 per day fine.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

JS/ED/ed